

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Agriculture & Cooperation Department – Extend the Government Guarantee to the Andhra Pradesh State Co-operative Marketing Federation Ltd., (APMARKFED) for an amount of Rs.300.00 Crores for procurement of Coarse Grains & Pulses directly from the farmers to ensure MSP during the Kharif and Rabi 2020-21, subject to usual terms and conditions - Orders - Issued.

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AGRICULTURE & COOPERATION (MKTG.II) DEPARTMENT

G.O.RT.No. 275

Dated: 12-05-2021

Read the following:

1. G.O.Rt.No.251, Agri.& Coop.(Mktg.II) Dept., dt.30-04-2021.
2. From the Managing Director, AP MARKFED, Vijayawada, Letter Rc.No.APMF/BOB/2021-22, dated 10.05.2021.

ORDER:

In the circumstances reported by the Managing Director, Andhra Pradesh State Cooperative Marketing Federation Ltd. (APMARKFED), Vijayawada in the references read above, after careful examination of the matter and in supersession of the orders issued in the reference 1st read above, Government hereby extend the Government Guarantee for an amount of Rs.300.00 Crores (Rupees Three Hundred Crores Only) along with provision for interest on the loan availed by Andhra Pradesh State Cooperative Marketing Federation Ltd. (APMARKFED) from the Banks for procurement of Coarse Grains & Pulses directly from the farmers to ensure MSP during the Kharif and Rabi 2020-21, subject to the following conditions and paying the Guarantee Commission from the Price Stabilization Fund.

1. The Govt. Guarantee is to be utilized/ drawn within in a period of One year from the date of issue of orders.
 2. The Guarantee will be extended for the principal and interest part For the entire tenure of the loan period.
 3. Payment of 2% Guarantee Commission on the Guaranteed amount.
 4. Submission of repayment schedule of Principal and Interest along with the details such as Interest rate, tenure, moratorium period etc., and the Guarantee Challan Commission at the time of Guarantee Deed Signing by the Finance Department
 5. The Government Guarantee shall come into force in the event of failure to pay the obligation to the lending institution by the entity/ corporation.
 6. The Deed shall not be valid unless it is signed by the authorized officer of the Finance Dept.
 7. The repayment of Principal and Interest has to be done by the MARKFED only.
2. The Managing Director, AP MARKFED, Vijayawada shall take further necessary action accordingly in the matter.

P.T.O.

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3. This order issues with the concurrence of Finance (FMU-A&C, AHDD&F, CS) Department, vide their U.O.No.FIN01-BUGT0CB/1/2021- CDM, dated : 22-03-2021.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

Y MADHUSUDHANA REDDY
PRINCIPAL SECRETARY TO GOVERNMENT

To

The Managing Director, AP MARKFED, Vijayawada.

Copy to:

The Commissioner and Director of Agricultural Marketing, A.P., Guntur.

Finance (FMU-A&C, AHDD&F, CS) Department.

P.S. to Additional Secretary to Hon'ble Chief Minister.

P.S. to Hon'ble Minister (A&C, Mktg. and FP).

P.S. to Principal Secretary to Government (AM&C), A&C Dept.

SF/SC.

//FORWARDED BY ORDER//

SECTION OFFICER